ITEM 1: ROLL CALL/INTRODUCTIONS

The meeting was called to order by Marko Zaninovich, Chair at 10:05 a.m. Introductions were made, roll was called by Mitchell King, and a quorum was established.

ITEM 2: PUBLIC COMMENTS

There were no public comments.

ITEM 3: REVIEW AND APPROVAL OF OCTOBER 29, 2019 MEETING MINUTES

Chair Zaninovich asked for a motion to approve the October 29, 2019 Meeting Minutes as presented.

MOTION: Patrick Tucker moved to approve the October 29, 2019 Meeting Minutes as presented. David Silva seconded the motion. The motion passed unanimously.

ITEM 4: COMMITTEE VACANCY AND TERMS REPORT

King provided the Committee Vacancy and Terms Report. Current vacancies include: two fresh fruit members for oranges, other citrus fruit, and/or table grapes; four fresh vegetable members for broccoli, lettuce, or tomatoes; two other fresh vegetable members; and one other commodity member. King also provided the names of members who will be eligible for reappointment beginning September 1, 2020.

Steve Patton encouraged the county and industry representatives present to submit recommendations for potential members to help fill committee vacancies.
ITEM 5: REVIEW OF PROPOSED FISCAL YEAR 2020/21 COUNTY COOPERATIVE AGREEMENTS

Marcee Yount presented the Proposed Fiscal Year (FY) 2020/21 County Cooperative Agreements. Yount noted that for the FY 2020/21, counties would be receiving a 10 percent increase in funds for their cooperative agreements to help offset decreases in the agreement amounts of the previous two years. Yount also noted that Imperial County will have a cooperative agreement for the FY 2020/21. Yount went on to explain that counties must submit requests for additional funding at the fall Committee meeting. A detailed proposal and justification would be required before such requests would be considered.

Yount invited the counties in attendance to provide an update on their activities. Fresno, Tulare, Kern, Ventura, and Monterey counties reported their activities to the Committee.

Scotti Walker provided an overview for Fresno County. Fresno County conducts inspections on honeydews, watermelons, table grapes, apricots, and cherries. Walker noted that Fresno County also conducted inspections with the county’s Environmental Health Department at roadside fruit stands verifying compliance with standardization laws and licensing requirements. Walker said that one issue encountered with roadside stands is a lack of proper receipts to verify ownership of fruit.

Christopher Greer provided an overview for Tulare County. As of January 2020, much of Tulare County’s activity is in packing houses for citrus, cherries, pomegranates, and table grapes. Tulare County issued 12 Notices of Non-Compliance for labeling violations. Tulare County used the previous year’s additional funding to enhance their table grape inspection program.

Eddy Greynolds provided an overview for Kern County. Much of the work in the county focuses on table grapes and melons. Greynolds stated that Kern County does inspect vegetables and other fruits as needed. Kern County is conducting roadside and retail inspections on a complaint basis only. David Silva asked if Kern County inspected early pomegranates and Greynolds indicated that they plan to start doing maturity inspections for pomegranates this year.

Ed Williams provided an overview for Ventura County. Williams noted that a large part of Ventura County’s program is inspecting imported melons from Central America. Ventura County has also started field checks of small vegetable packers that send product to the Los Angeles produce market as well as increased visits to coolers and wholesalers to verify labeling and quality. Ventura County plans to continue inspections at roadside stands but will do so utilizing funds from their high-risk contract.

Yvonne Perez provided an overview for Monterey County. Perez noted that the 2018 value of agricultural production for Monterey County was over $4.25 billion, representing over 50 different types of fruits and vegetables. Field packed vegetables, lettuce and other leafy greens are inspected using full time staff.
Patton mentioned a change to Monterey County’s program, Monterey County is no longer conducting mandatory head lettuce inspections under a county ordinance.

Silva asked about production in counties north of Monterey, specifically, San Benito County area. Patton explained that San Benito may be doing some standardization checks on locally grown produce using county resources and that the product is also inspected by other counties performing wholesale inspections.

Silva mentioned the increase in online direct produce sales. Silva asked if the Committee was interested in having a task force review how the produce is obtained and sold by these online sellers. The discussion focused on online produce sellers and whether they are meeting the same minimum quality requirements and standards as the rest of the industry. Chair Zaninovich asked that CDFA staff investigate the online sales practices and report back at the next meeting.

**ITEM 6: APPROVAL OF PROPOSED FISCAL YEAR 2020/21 PROGRAM BUDGET**

Yount presented the Proposed FY 2020/21 Program Budget. Proposed expenditures for FY 2020/21 include: $718,482 for personal services; $1,182,421 in operating expenses and equipment; and $141,919 for departmental services; bringing the total program cost for FY 2020/21 to $2,042,822. With a projected gas tax credit of $29,000 and a cash adjustment for statewide costs of $120,753, the total projected program budget is $2,134,575. The projected revenue for FY 2020/21 is $2,534,516.

Patton described some of the increases to the budget including increasing county cooperative agreements by 10 percent as well as increased personal services costs. Patton also explained that the Shipping Point Inspection office at the Otay Mesa border crossing is being reimbursed for work conducted on behalf of the Standardization Program. Patton went on to discuss additional budget items.

Discussion ensued regarding the assessment rates that were scheduled to go into effect July 1, 2020.

**MOTION:** David Silva moved to approve the Proposed Fiscal Year 2020/21 Program Budget as presented. Patrick Tucker seconded the motion. The motion passed unanimously with no abstentions.

**ITEM 7: PROGRAM UPDATES**

Yount provided an update on the Standardization assessment increase and reported it was moving through the regulatory process. Silva requested that a letter informing the industry of the assessment increase be sent out in April or May.

Patton provided an update on the Produce Safety Program noting that they will be hiring additional inspection staff. There was brief discussion regarding the placement of new Produce Safety Program staff throughout the state as well as the processes involved in inspections. Patton stated that these staff assist Centers for Disease Control personnel in inspections during outbreaks. Patton also described current research on lettuce food
safety that will be funded by the Food and Drug Administration to assist with the Leafy Green Marketing Agreement.

Karrie Batchelor discussed the upcoming cherry season and stated the county training sessions will be held in April. Batchelor also mentioned the annual table grape industry labeling letter will soon be sent to growers, handlers, and interested parties.

**ITEM 8: NEXT MEETING/AGENDA ITEMS**

Williams asked for a discussion about increasing annual wholesale registration fees. Patton asked if California Agricultural Commissioners and Sealers Association could provide a letter of intent to the Committee showing that they would support a legislative process to increase annual wholesale registration fees and include the regulatory changes.

Chair Zaninovich asked that there be discussion of online or direct to consumer sales.

Patton also noted that counties will provide reports on their standardization activities.

The next meeting will be held on Thursday, October 29, 2020 at 10:00 a.m. at the Tulare County Agricultural Commissioner’s Office, in Tulare, California.

**ITEM 9: ADJOURNMENT**

The meeting was adjourned at 11:40 a.m. by Chair Zaninovich.

Respectfully submitted by:

[Signature]

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for

Stacey Hughes, Program Supervisor
Standardization Program